

**MEMORANDUM**

**TO: Commissioners McCarty, Hadley, Landis, Ripley and Ziegner**  
**FROM: Jerry L. Webb, Director of Gas/Water/Sewer Division**  
**DATE: May 27, 2004**  
**RE: Utility Articles for Next Conference**

The following Final Articles C, G and Preliminary Articles A are submitted to each of you to acquaint you with the tariffs eligible for action or acceptance on or after June 2, 2004.

### "C" Finals

In order to maintain parity and be in compliance with the Commission's Final Order in Cause No. 39369 issued June 2, 1993, the following local exchange carriers have filed an intrastate access parity tariff mirroring their respective interstate equivalent. The requirements prescribed for this filing in Commission Order No. 39369 have been carried out and I recommend approval.

#### Federal Communications Commission

<u>Item</u>	<u>Local Exchange Carrier</u>	<u>Transmittal Number</u>	<u>File Date</u>	<u>Effective Date</u>
1.	IBT d/b/a SBC Indiana	1391	04-26-04	05-11-04
2.	Communications Corp of Ind.	1021	04-16-04	05-01-04

**"G" Final**

Revisions to the Fuel Cost Adjustment factor have been reviewed by staff members of the Commission and found to be in compliance with the orders of the Commission. The requirements prescribed for these filings in Commission Order No. 35687 have been met and I recommend approval.

<u>Item</u>	<u>Utility</u>	<u>Change</u>	<u>Filing Number</u>
1.	Garrett	No Change	78-04-05
2.	Knightstown	Increase	87-04-06
3.	South Whitley	Increase	109-04-06

Please indicate your consideration and action of all the preceding items on the appropriate lines provided below.

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Jerry L. Webb  
Director of Gas/Water/Sewer Division

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I approve of all items as presented above:

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I approve of all items as presented above except:

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Not participating in the following items:

I, \_\_\_\_\_, Disapprove Items

No.

I, \_\_\_\_\_, Wish to Defer Items

No.

I hereby certify that the above is a true and correct copy of the action on the articles.

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Nancy E. Manley, Executive Secretary

## **“A” Preliminary**

The following new miscellaneous items have been reviewed by staff members of the Commission and we recommend accepting them for filing.

### **1. Communications Corporation of Indiana, d/b/a/ TDS Telecom**

The utility proposes to increase the per-use charge for National Directory Assistance.

National Directory Assistance (NDA) is a telecommunications service that provides a caller with the telephone numbers of individuals and businesses outside the caller's local service area. This service is accessed by dialing 411. The NDA applies to telephone numbers beyond the caller's local service area.

#### **Rates (per use):**

	<b><u>Current</u></b>	<b><u>Proposed</u></b>
National Directory Assistance	\$0.65	\$0.95

The utility and other TDS tariff concurring utilities anticipate composite annual revenue of approximately \$18,800. Supporting financial data has been provided.

The tariff sheet affected by this filing is:

I.U.R.C. Tariff No. 1, Section VIII, Sheet 2.

### **2. Communications Corporation of Indiana, d/b/a TDS Telecom**

The utility proposes to incorporate Touch-Tone rates into Basic Access Line Service (“BALS”) monthly rates. The change is proposed to be effective in each of the six exchanges served by the utility: Clayton, Fillmore, New Ross, Roachdale, Whitestown, and Wickliffe.

The proposed revision would not change the overall rates being charged to customers. For example, a residential customer in the Clayton Exchange with a one-party BALS who now pays a monthly \$ 21.30 BALS rate plus a separate Touch-Tone fee of \$1.80 would receive a charge of \$ 23.10 for BALS with no separate Touch-Tone charge. The proposed tariff contains a footnote next to the BALS rates explaining that Touch-Tone charges are rolled into the rates.

The utility currently does not allow new customers or existing customers who have Touch-Tone service to choose rotary service. Customers who currently use rotary service would have the appropriate Touch-Tone charge subtracted from their BALS charge. Customers who have rotary services are “grandfathered” at the reduced rate, meaning that rate will be honored for a specific customer and location as long as they stay at that location.

The utility will prepare an information notice that will be included with monthly bills to explain the consolidation of BALS and Touch-Tone rates. The information would be sent to all of the utility's customers prior to or concurrent with the first bill reflecting the proposed changes. The utility will review the information notice with the Office of Utility Consumer Counselor and the Consumer Affairs Division of the Indiana Utility Regulatory Commission.

Because this filing is revenue neutral, cost and revenue data have not been submitted.

The tariff sheets affected are:

IURC No. 1, Section 4, Sheet 5; Section 5, Sheet 16.

### **3. Harrison County REMC**

Harrison County REMC proposes to increase charges for: Reconnection Fee After Business Hours; Reconnection Fee for Intermediate Work Hours; Unprepared Service Charge; Customer Meter Base/Wiring Problem Charge; and Service Connection Charge. The changes are necessitated by the increased cost of providing the applicable services. Cost support for the charges has been provided.

<b>Description</b>	<b>Current Charge</b>	<b>Proposed Charge</b>
Reconnection Fee After Business Hours	\$140	\$150
Reconnection Fee for Intermediate Work Hours	\$83	\$95
Unprepared Service Charge	\$50	\$75
Customer Problem Charge, After Hours	\$50	\$75
Customer Problem Charge, Business Hours.	\$25	\$35
Service Connection Charge	\$25	\$30

The tariff sheet affected by this filing is:

“Appendix B”

“Schedule of Non-Recurring Charges”

### **4. Home Telephone Company of Pittsboro, d/b/a TDS Telecom**

The utility proposes to incorporate Touch-Tone rates into Basic Access Line Service (“BALS”) monthly rates by changing its local service tariff Concurrence Exception page to mirror the Communications Corporation of Indiana’s (“CCI”) tariff in a manner similar to the other TDS Telecom Companies.

The proposed revision would not change the overall rates being charged to customers. For example, a residential customer who now pays a monthly \$ 22.20 BALS rate plus a separate Touch-Tone fee of \$1.60 would receive a charge of \$ 23.80 for BALS with no separate Touch-Tone charge. The proposed tariff contains a footnote next to the BALS rates explaining that Touch-Tone charges are rolled into the rates.

The utility currently does not allow new customers or existing customers who have Touch-Tone service to choose rotary service. Customers who currently use rotary service would have the appropriate Touch-Tone charge subtracted from their BALS charge. Customers who have rotary services are “grandfathered” at the reduced rate, meaning that rate will be honored for a specific customer and location as long as they stay at that location.

The utility will prepare an information notice that will be included with monthly bills to explain the consolidation of BALS and Touch-Tone rates. The information would be sent to all of the utility’s customers prior to or concurrent with the first bill reflecting the proposed changes. The

utility will review the information notice with the Office of Utility Consumer Counselor and the Consumer Affairs Division of the Indiana Utility Regulatory Commission.

Because this filing is revenue neutral, cost and revenue data have not been submitted.

The tariff sheets affected are:

IURC No. 3, Section 1, Sheets 1 & 2.

## **5. Indiana Michigan Power Company d/b/a American Electric Power**

The Utility has submitted for Commission review and approval proposed Rider NMS (Net Metering Service Rider) under the Commission's 30-day filing process. Proposed Rider NMS was designed to reflect the rules proposed by the Commission in RM03-05.

Rider NMS will be available to residential customers and primary and secondary schools owning and operating an eligible solar, wind, or hydro electrical generating facility designed to operate in parallel with the Utility's system. Rider NMS defines an eligible net metering facility as an electrical generating facility that: (a) is fueled by solar, wind, or hydroelectric energy; (b) has a nameplate capacity less than or equal to 10 kW; (c) is owned and operated by the customer and is located on the customer's premises; (d) is intended primarily to offset all or part of the customer's own electrical load requirements; and (e) is designed and installed to operate in parallel with the Utility's system without adversely affecting the operation of equipment and service of the Utility and its customers and without presenting safety hazards to Utility and customer personnel.

As indicated in Rider NMS, if not already present, the Utility will install one of the following metering options on the eligible net metering customer's premises to properly record the net kWh of a net metering facility:

- (1) One main watt-hour meter capable of measuring the net flow of energy.
- (2) One main watt-hour meter measuring the flow of energy to the eligible net metering customer and a second watt-hour meter measuring the flow of energy to the Utility. The reading of the second meter will be subtracted from the reading of the main meter to obtain a measurement of net kWh for billing purposes.

Under Rider NMS and as proposed in RM03-05, monthly charges for energy, and demand where applicable, to serve the customer's net or total load will be determined according to the Utility's standard service tariff under which the customer would otherwise be served, absent the customer's eligible net metering facility. Energy charges under the customer's standard tariff will be applied to the customer's net energy for the billing period to the extent that the net energy exceeds zero. If the customer's net energy is zero or negative during the billing period, the customer will pay only the non-energy usage portions of the standard tariff bill. If the customer's net energy is negative during a billing period, the net metering customer will be credited in the next billing period for the kWh difference. When the eligible net metering

customer elects to no longer take service under this Net Metering Service Rider, any unused credit will revert to the Utility.

As also specified in Rider NMS, service under the rider will be available to customers on a first come, first served basis and the total rated generating capacity of all net metering customers served under this rider is limited to one tenth of one percent (0.1%) of the Utility's most recent Indiana aggregate summer peak load.

The Utility included with its filing for informational purposes its Application for Interconnection With the Indiana Michigan Power Company Distribution System, Addendum to Contract For Electrical Service, and Indiana Net Metering Tariff Technical Requirements.

The tariff sheets affected by this filing are:

Original Tariff Sheet No. 32  
Original Tariff Sheet No. 32.1  
Original Tariff Sheet No. 32.2

## **6. Merchants & Farmers Telephone Company, d/b/a TDS Telecom**

The utility proposes to incorporate Touch-Tone rates into Basic Access Line Service ("BALS") monthly rates by changing its local service tariff Concurrence Exception page to mirror the Communications Corporation of Indiana's ("CCI") tariff in a manner similar to the other TDS Telecom Companies.

The proposed revision would not change the overall rates being charged to customers. For example, a residential customer who now pays a monthly \$ 19.25 BALS rate plus a separate Touch-Tone fee of \$ 1.50 would receive a charge of \$ 20.75 for BALS with no separate Touch-Tone charge. The proposed tariff contains a footnote next to the BALS rates explaining that Touch-Tone charges are rolled into the rates.

The utility currently does not allow new customers or existing customers who have Touch-Tone service to choose rotary service. Customers who currently use rotary service would have the appropriate Touch-Tone charge subtracted from their BALS charge. Customers who have rotary services are "grandfathered" at the reduced rate, meaning that rate will be honored for a specific customer and location as long as they stay at that location.

The utility will prepare an information notice that will be included with monthly bills to explain the consolidation of BALS and Touch-Tone rates. The information would be sent to all of the utility's customers prior to or concurrent with the first bill reflecting the proposed changes. The utility will review the information notice with the Office of Utility Consumer Counselor and the Consumer Affairs Division of the Indiana Utility Regulatory Commission.

Because this filing is revenue neutral, cost and revenue data have not been submitted.

The tariff sheets affected are:  
IURC No. 2, Section 1, Sheets 1 & 2.



## **7. PSI ENERGY**

The Utility has filed for approval of a change in its Emission Allowance Adjustment in accordance with its Standard Contract Rider No. 63. Standard Contract Rider No. 63 was modified based on the provisions of the Settlement Agreement between PSI, the Office of Utility Consumer Counselor and PSI-Industrial Group, which was approved by the Commission in Cause No. 42411 on November 25, 2003. The terms of the Settlement Agreement and Commission Order authorized PSI to recover emission allowance costs (for both SO<sub>2</sub> and NO<sub>x</sub>) in a modified Rider No. 63.

The proposed emission allowance charge factor is \$0.001024 per kilowatt-hour and is applicable to all retail electric rate schedules. The proposed factor will be in effect for the months of July, August, and September 2004. This factor includes the emission allowance cost variance of (\$157,368) from December 2003 through February 2004.

The tariff sheet affected by this filing is:

Sheet No. 63.

## **8. S&W Telephone Company, d/b/a TDS Telecom**

The utility proposes to incorporate Touch-Tone rates into Basic Access Line Service ("BALS") monthly rates by changing its local service tariff Concurrence Exception page to mirror the Communications Corporation of Indiana's ("CCI") tariff in a manner similar to the other TDS Telecom Companies.

The proposed revision would not change the overall rates being charged to customers. For example, a residential customer who now pays a monthly \$ 9.50 BALS rate plus a separate Touch-Tone fee of \$1.15 would receive a charge of \$10.65 for BALS with no separate Touch-Tone charge. The proposed tariff contains a footnote next to the BALS rates explaining that Touch-Tone charges are rolled into the rates.

The utility currently does not allow new customers or existing customers who have Touch-Tone service to choose rotary service. Customers who currently use rotary service would have the appropriate Touch-Tone charge subtracted from their BALS charge. Customers who have rotary services are "grandfathered" at the reduced rate, meaning that rate will be honored for a specific customer and location as long as they stay at that location.

The utility will prepare an information notice that will be included with monthly bills to explain the consolidation of BALS and Touch-Tone rates. The information would be sent to all of the utility's customers prior to or concurrent with the first bill reflecting the proposed changes. The utility will review the information notice with the Office of Utility Consumer Counselor and the Consumer Affairs Division of the Indiana Utility Regulatory Commission.

Because this filing is revenue neutral, cost and revenue data have not been submitted.

The tariff sheet affected is:  
IURC No. 1, Section 1, Sheet 1.

## **9. Tipton Telephone Company d/b/a TDS Telecom**

The utility proposes to incorporate Touch-Tone rates into Basic Access Line Service ("BALS") monthly rates by changing its local service tariff Concurrence Exception page to mirror the Communications Corporation of Indiana's ("CCI") tariff in a manner similar to the other TDS Telecom Companies.

The proposed revision would not change the overall rates being charged to customers. For example, a residential customer who now pays a monthly \$ 13.00 BALS rate plus a separate Touch-Tone fee of \$1.00 would receive a charge of \$ 14.00 for BALS with no separate Touch-Tone charge. The proposed tariff contains a footnote next to the BALS rates explaining that Touch-Tone charges are rolled into the rates.

The utility currently does not allow new customers or existing customers who have Touch-Tone service to choose rotary service. Customers who currently use rotary service would have the appropriate Touch-Tone charge subtracted from their BALS charge. Customers who have rotary services are "grandfathered" at the reduced rate, meaning that rate will be honored for a specific customer and location as long as they stay at that location.

The utility will prepare an information notice that will be included with monthly bills to explain the consolidation of BALS and Touch-Tone rates. The information would be sent to all of the utility's customers prior to or concurrent with the first bill reflecting the proposed changes. The utility will review the information notice with the Office of Utility Consumer Counselor and the Consumer Affairs Division of the Indiana Utility Regulatory Commission.

Because this filing is revenue neutral, cost and revenue data have not been submitted.

The tariff sheets affected are:  
IURC No. 1, Section 1, Sheets 1 & 2.

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Jerry L. Webb  
Director of Gas/Water/Sewer Division